

- VI.** As requested by the Government, Borrower will submit to it, in form prescribed or approved by it, statement of Borrower's total annual income and expenses for the previous calendar year or other designated periods.
- VII.** The Government may review Borrower's annual income and expenses during the term of this agreement and, in accordance with its regulations, may at its discretion increase, decrease, or cancel any amount of interest credit granted under this agreement. The Government may also determine whether to offer a new agreement for the succeeding year or other selected period following the period covered by this agreement.
- VIII.** At its option the Government may terminate this agreement as of any date specified by it if it determines that:
- a. Borrower has defaulted under any terms or conditions of this agreement, the note or any instrument securing Borrower's loan obligations.
 - b. The property securing the loan obligations has been sold or title to it transferred without the Government's consent or approval.
 - c. Borrower has failed or ceased to occupy such property.
 - d. Borrower has enlarged or improved the dwelling or added related facilities so that the housing exceeds modest standards for size, design, and cost for previously occupied homes for low and moderate income families in the locality.
- IX.** The Government may amend or cancel the agreement and collect any amount of reduction granted which resulted from incomplete or inaccurate information, an error in computation, or any other reason which resulted in interest credit that the borrower was not entitled to receive.
- X.** Upon the failure of the borrower to make the payment prescribed in paragraph IV or V, the Government at its option may declare the entire indebtedness of the note immediately due and payable.
- XI.** No terms or conditions of the note or any related security instrument other than the amount of annual or monthly payment shall be affected by this payment.
- XII.** This agreement is subject to the present regulations of the Government, and to its future regulations not inconsistent with the express provisions hereof.
- XIII.** For loans approved or assumed on or after October 1, 1979, any interest credit granted as a result of this agreement shall be subject to recapture by the Government when the property securing the loan is sold, or title to it is transferred, or when it is no longer occupied by the Borrower.
- XIV.** Loans subject to deferred mortgage payments will be converted to repayment status when Borrower has the ability to repay the full note rate payment plus real estate taxes and homeowner's insurance premiums. Deferred payments cannot be granted after 15 years from the effective date of the initial interest credit agreement. All deferred payments are subject to recapture.